

FISCAL NOTE

SB 3004 - HB 2884

February 29, 2000

SUMMARY OF BILL: Enacts the "Bail Bond Tax and Supplemental Law Enforcement Pay and Funding Act of 2000" which:

- Imposes a tax on all bail bonds in the state of \$5.00. Provides that payment of such tax shall be a condition precedent to the validity of any bail bond.
- Requires the bail bondsman to collect the tax and remit it to the Department of Revenue.
- Specifies that the proceeds of the tax are to be maintained in a segregated account and used to increase the law enforcement salary supplement from \$600 to \$1,200 subject to the availability of funds.
- Specifies that an amount up to \$250,000 remaining after the salary supplement distributions are made is to be appropriated to the Jerry F. Agee Tennessee Law Enforcement Training Academy.
- Provides that to the extent funds are not available to double the salary supplement as provided, the funds that are available are to be apportioned on a per capita basis for each officer that qualifies for the supplement on June 30 of any calendar year.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$75,000 One-Time

Other Fiscal Impact - Increase in state revenues of approximately \$750,000 earmarked for law enforcement salary supplement and a corresponding increase in expenditures of approximately \$750,000.

Assumes:

- one-time computer system development costs of \$75,000 in the Department of Revenue.
- at least 150,000 bail bonds are issued annually statewide.
- funds raised under the provisions of this act will not be sufficient to increase the salary supplement to \$1,200.
- an estimated 11,000 police officers will receive the salary supplement in FY 2000-01. An amount of \$750,000 would provide an additional \$68 for each officer.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

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A handwritten signature in black ink, reading "James A. Davenport". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

James A. Davenport, Executive Director